



CLAIRE C. McCASKILL
Missouri State Auditor

To the County Commission
and
Officeholders of Barry County, Missouri

The State Auditor's Office through the State Office of Administration, Division of Purchasing, contracted the audit services of Barry County, Missouri, for the two years ended December 31, 2002. A copy of this audit which was performed by McCullough, Officer & Company, L.L.C., Certified Public Accountants, is attached.

Claire C. McCaskill
State Auditor

Report No. 2003-62
July 7, 2003

BARRY COUNTY, MISSOURI

FINANCIAL STATEMENTS

FOR THE YEAR ENDED
DECEMBER 31, 2002 AND 2001

BARRY COUNTY, MISSOURI

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FINANCIAL SECTION

Independent Auditor's Reports

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL
STATEMENTS AND SUPPLEMENTARY SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS

To the County Commission
and
Officeholders of Barry County, Missouri

We have audited the accompanying special-purpose financial statements of various funds of Barry County, Missouri, as of and for the years ended December 31, 2002 and 2001, as identified in the table of contents. These special-purpose financial statements are the responsibility of the county's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying special-purpose financial statements were prepared for the purpose of presenting the receipts, disbursements, and changes in cash of various funds of Barry County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county and are not intended to be a complete presentation of the financial position and results of operations of those funds or of Barry County.

In our opinion, the special-purpose financial statements referred to in the first paragraph present fairly, in all material respects, the receipts, disbursements, and changes in cash of various funds of Barry County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county as of and for the years ended December 31, 2002 and 2001, in conformity with the comprehensive basis of accounting discussed in Note 1, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we also have issued our report dated May 13, 2003, on our consideration of the county's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the special-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the special-purpose financial statements taken as a whole.

Original Signed by Auditor

May 13, 2003

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the County Commission
and
Officeholders of Barry County, Missouri

We have audited the special-purpose financial statements of various funds of Barry County, Missouri, as of and for the years ended December 31, 2002 and 2001, and have issued our report thereon dated May 13, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the special-purpose financial statements of various funds of Barry County, Missouri, are free of material misstatement, we performed tests of the county's compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the special-purpose financial statements of various funds of Barry County, Missouri, we considered the county's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that

would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of the management of Barry County, Missouri; federal awarding agencies and pass-through entities; and other applicable government officials. However, this report is a matter of public record and its distribution is not limited.

Original Signed by Auditor

May 13, 2003

Financial Statements

Exhibit A-1

BARRY COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 2,527,335	2,732,555	4,445,235	814,655
Special Road and Bridge	218,244	514,176	578,651	153,769
Assessment	366	306,645	275,124	31,887
Law Enforcement Training	1,943	5,963	5,950	1,956
Prosecuting Attorney Training	3,729	1,577	1,610	3,696
Recorder Microfilm	43,422	37,612	9,250	71,784
Prosecuting Attorney Delinquent Tax	8,823	447	8,795	475
Sheriff Special Law Enforcement	3,654	2,119	3,149	2,624
Liberty Common Road District	14,281	12,243	7,502	19,022
Prosecuting Attorney Bad Check	5,850	45,627	48,912	2,565
Sheriff	18,686	43,344	32,208	29,822
Peace Officer Standards Training	6,810	2,944	6,450	3,304
Local Emergency Planning Commission	13,218	12,750	18,020	7,948
Shelter Home	1,205	2,002	2,214	993
Special Road District	-	3,208,687	3,208,687	-
Associate Circuit Division Interest	1,613	228	126	1,715
Circuit Clerk Interest	8,851	6,166	5,088	9,929
Developmentally Disabled Board	522,071	228,797	161,865	589,003
Election	4,820	2,371	1,933	5,258
Community Development Block Grant	-	140,704	140,704	-
Law Library	41,644	7,999	1,756	47,887
Local Law Enforcement Block Grant	-	27,432	14,096	13,336
Shell Knob Senior Project	146,170	4,133	150,303	-
Total	\$ 3,592,735	7,346,521	9,127,628	1,811,628

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit A-2

BARRY COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2001

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 2,241,183	2,708,520	2,422,368	2,527,335
Special Road and Bridge	219,050	246,362	247,168	218,244
Assessment	558	279,912	280,104	366
Law Enforcement Training	3,202	5,421	6,680	1,943
Prosecuting Attorney Training	2,688	1,459	418	3,729
Recorder Microfilm	36,409	24,421	17,408	43,422
Prosecuting Attorney Delinquent Tax	4,075	4,748	-	8,823
Sheriff Special Law Enforcement	3,748	1,730	1,824	3,654
Liberty Common Road District	14,041	12,770	12,530	14,281
Prosecuting Attorney Bad Check	5,786	33,731	33,667	5,850
Sheriff	11,177	42,972	35,463	18,686
Peace Officer Standards Training	5,894	3,291	2,375	6,810
Local Emergency Planning Commission	17,852	20,135	24,769	13,218
Shelter Home	627	2,137	1,559	1,205
Special Road District	-	3,183,227	3,183,227	-
Associate Circuit Division Interest	2,296	209	892	1,613
Circuit Clerk Interest	6,081	11,150	8,380	8,851
Developmentally Disabled Board	406,386	220,062	104,377	522,071
Election	1,691	4,202	1,073	4,820
Community Development Block Grant	-	29,209	29,209	-
Law Library	35,925	5,789	70	41,644
Local Law Enforcement Block Grant	-	7,026	7,026	-
Shell Knob Senior Project	-	162,690	16,520	146,170
Total	\$ 3,018,669	7,011,173	6,437,107	3,592,735

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>TOTALS - VARIOUS FUNDS</u>						
RECEIPTS	\$ 7,203,017	7,346,521	143,504	7,056,285	7,005,384	(50,901)
DISBURSEMENTS	9,949,151	9,127,628	821,523	8,222,523	6,437,037	1,785,486
RECEIPTS OVER (UNDER) DISBURSEMENTS	(2,746,134)	(1,781,107)	965,027	(1,166,238)	568,347	1,734,585
CASH, JANUARY 1	3,592,735	3,592,735	0	2,982,744	2,982,744	0
CASH, DECEMBER 31	846,601	1,811,628	965,027	1,816,506	3,551,091	1,734,585
<u>GENERAL REVENUE FUND</u>						
RECEIPTS						
Property taxes	29,000	31,799	2,799	21,100	29,412	8,312
Sales taxes	1,550,000	1,550,665	665	1,552,710	1,548,234	(4,476)
Intergovernmental	362,960	299,898	(63,062)	327,029	332,589	5,560
Charges for services	540,800	593,970	53,170	488,900	540,528	51,628
Interest	57,500	63,867	6,367	92,600	132,551	39,951
Other	24,700	137,132	112,432	47,100	98,160	51,060
Transfers in	25,000	55,224	30,224	44,500	27,046	(17,454)
Total Receipts	2,589,960	2,732,555	142,595	2,573,939	2,708,520	134,581
DISBURSEMENTS						
County Commissioner	126,568	125,141	1,427	120,272	119,338	934
County Clerk	64,815	68,923	(4,108)	62,555	66,855	(4,300)
Elections	114,130	110,049	4,081	65,755	61,906	3,849
Buildings and grounds	98,980	100,672	(1,692)	100,530	95,777	4,753
Employee fringe benefit	332,364	211,591	120,773	290,750	174,634	116,116
County Treasurer	33,536	35,135	(1,599)	32,049	33,630	(1,581)
County Collector	106,642	113,987	(7,345)	109,268	109,731	(463)
Ex Officio Recorder of Deeds	34,530	35,342	(812)	33,280	34,070	(790)
Circuit Clerk	30,200	16,512	13,688	28,100	21,270	6,830
Associate Circuit (Probate)	28,500	25,797	2,703	24,000	23,291	709
Court administrator	6,012	4,912	1,100	5,971	4,356	1,615
Sheriff	602,197	604,530	(2,333)	569,420	586,491	(17,071)
Jail	362,989	372,673	(9,684)	353,643	359,457	(5,814)
Prosecuting Attorney	232,374	253,942	(21,568)	218,279	219,666	(1,387)
Juvenile Officer	126,165	111,193	14,972	125,576	121,370	4,206
County Coroner	29,328	29,380	(52)	28,408	29,778	(1,370)
Emergency Management	13,920	12,607	1,313	11,568	10,040	1,528
Capital Projects	2,000,000	1,929,087	70,913	1,000,000	151,878	848,122
Other	381,697	262,370	119,327	237,668	190,685	46,983
Transfers out	13,460	21,392	(7,932)	25,834	8,145	17,689
Emergency Fund	137,469	0	137,469	100,000	0	100,000
Total Disbursements	4,875,876	4,445,235	430,641	3,542,926	2,422,368	1,120,558
RECEIPTS OVER (UNDER) DISBURSEMENTS	(2,285,916)	(1,712,680)	573,236	(968,987)	286,152	1,255,139
CASH, JANUARY 1	2,527,335	2,527,335	0	2,241,183	2,241,183	0
CASH, DECEMBER 31	241,419	814,655	573,236	1,272,196	2,527,335	1,255,139

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>SPECIAL ROAD AND BRIDGE FUND</u>						
RECEIPTS						
Property taxes	94,500	97,755	3,255	88,900	94,319	5,419
Intergovernmental	140,180	131,477	(8,703)	152,600	137,270	(15,330)
Charges for services	280,883	278,773	(2,110)	0	0	0
Interest	13,595	5,897	(7,698)	19,340	14,645	(4,695)
Other	0	274	274	0	128	128
Total Receipts	529,158	514,176	(14,982)	260,840	246,362	(14,478)
DISBURSEMENTS						
Construction, repair, and maintenance	605,883	571,882	34,001	323,144	209,634	113,510
Other	56,275	6,769	49,506	55,856	37,534	18,322
Total Disbursements	662,158	578,651	83,507	379,000	247,168	131,832
RECEIPTS OVER (UNDER) DISBURSEMENTS	(133,000)	(64,475)	68,525	(118,160)	(806)	117,354
CASH, JANUARY 1	218,244	218,244	0	219,050	219,050	0
CASH, DECEMBER 31	85,244	153,769	68,525	100,890	218,244	117,354
<u>ASSESSMENT FUND</u>						
RECEIPTS						
Intergovernmental	299,290	273,460	(25,830)	278,958	260,320	(18,638)
Charges for services	12,200	11,755	(445)	10,100	9,877	(223)
Interest	2,800	1,430	(1,370)	3,200	2,715	(485)
Transfers in	13,460	20,000	6,540	25,834	7,000	(18,834)
Total Receipts	327,750	306,645	(21,105)	318,092	279,912	(38,180)
DISBURSEMENTS						
Assessor	324,495	275,124	49,371	314,896	280,104	34,792
Total Disbursements	324,495	275,124	49,371	314,896	280,104	34,792
RECEIPTS OVER (UNDER) DISBURSEMENTS	3,255	31,521	28,266	3,196	(192)	(3,388)
CASH, JANUARY 1	366	366	0	558	558	0
CASH, DECEMBER 31	3,621	31,887	28,266	3,754	366	(3,388)

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>LAW ENFORCEMENT TRAINING FUND</u>						
RECEIPTS						
Charges for services	5,450	5,963	513	6,800	5,421	(1,379)
Total Receipts	5,450	5,963	513	6,800	5,421	(1,379)
DISBURSEMENTS						
Sheriff	6,500	5,950	550	10,000	6,680	3,320
Total Disbursements	6,500	5,950	550	10,000	6,680	3,320
RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,050)	13	1,063	(3,200)	(1,259)	1,941
CASH, JANUARY 1	1,943	1,943	0	3,202	3,202	0
CASH, DECEMBER 31	893	1,956	1,063	2	1,943	1,941
<u>PROSECUTING ATTORNEY TRAINING FUND</u>						
RECEIPTS						
Charges for services	1,500	1,577	77	1,700	1,459	(241)
Total Receipts	1,500	1,577	77	1,700	1,459	(241)
DISBURSEMENTS						
Prosecuting attorney	1,800	1,610	190	1,800	418	1,382
Total Disbursements	1,800	1,610	190	1,800	418	1,382
RECEIPTS OVER (UNDER) DISBURSEMENTS	(300)	(33)	267	(100)	1,041	1,141
CASH, JANUARY 1	3,729	3,729	0	2,688	2,688	0
CASH, DECEMBER 31	3,429	3,696	267	2,588	3,729	1,141
<u>RECORDER MICROFILM FUND</u>						
RECEIPTS						
Charges for services	22,400	36,104	13,704	17,000	22,159	5,159
Interest	2,000	1,508	(492)	1,700	2,262	562
Total Receipts	24,400	37,612	13,212	18,700	24,421	5,721
DISBURSEMENTS						
Ex-Officio Recorder of Deeds	44,200	9,250	34,950	53,000	17,408	35,592
Total Disbursements	44,200	9,250	34,950	53,000	17,408	35,592
RECEIPTS OVER (UNDER) DISBURSEMENTS	(19,800)	28,362	48,162	(34,300)	7,013	41,313
CASH, JANUARY 1	43,422	43,422	0	36,409	36,409	0
CASH, DECEMBER 31	23,622	71,784	48,162	2,109	43,422	41,313

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>PROSECUTING ATTORNEY DELINQUENT TAX FUND</u>						
RECEIPTS						
Intergovernmental	1,150	199	(951)	400	4,363	3,963
Interest	225	248	23	170	385	215
Total Receipts	1,375	447	(928)	570	4,748	4,178
DISBURSEMENTS						
Prosecuting Attorney	6,000	8,795	(2,795)	1,200	0	1,200
Total Disbursements	6,000	8,795	(2,795)	1,200	0	1,200
RECEIPTS OVER (UNDER) DISBURSEMENTS	(4,625)	(8,348)	(3,723)	(630)	4,748	5,378
CASH, JANUARY 1	8,823	8,823	0	4,075	4,075	0
CASH, DECEMBER 31	4,198	475	(3,723)	3,445	8,823	5,378
<u>SHERIFF SPECIAL LAW ENFORCEMENT FUND</u>						
RECEIPTS						
Interest	125	56	(69)	150	162	12
Other	1,450	2,063	613	1,425	1,568	143
Total Receipts	1,575	2,119	544	1,575	1,730	155
DISBURSEMENTS						
Sheriff	3,200	3,149	51	3,200	1,824	1,376
Total Disbursements	3,200	3,149	51	3,200	1,824	1,376
RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,625)	(1,030)	595	(1,625)	(94)	1,531
CASH, JANUARY 1	3,654	3,654	0	3,748	3,748	0
CASH, DECEMBER 31	2,029	2,624	595	2,123	3,654	1,531
<u>LIBERTY COMMON ROAD DISTRICT FUND</u>						
RECEIPTS						
Property taxes	600	567	(33)	500	573	73
Sales taxes	6,736	6,703	(33)	6,761	6,744	(17)
Intergovernmental revenue:	4,477	4,529	52	4,794	4,480	(314)
Interest	905	444	(461)	660	973	313
Other	0	0	0		0	0
Total Receipts	12,718	12,243	(475)	12,715	12,770	55
DISBURSEMENTS						
Construction, repair and maintenance	20,363	7,049	13,314	9,816	12,336	(2,520)
Other	500	453	47	0	194	(194)
Total Disbursements	20,863	7,502	13,361	9,816	12,530	(2,714)
RECEIPTS OVER (UNDER) DISBURSEMENTS	(8,145)	4,741	12,886	2,899	240	(2,659)
CASH, JANUARY 1	14,281	14,281	0	14,041	14,041	0
CASH, DECEMBER 31	6,136	19,022	12,886	16,940	14,281	(2,659)

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>PROSECUTING ATTORNEY BAD CHECK FUND</u>						
RECEIPTS						
Charges for services	47,000	44,967	(2,033)	35,000	32,748	(2,252)
Interest	600	660	60	260	983	723
Total Receipts	47,600	45,627	(1,973)	35,260	33,731	(1,529)
DISBURSEMENTS						
Prosecuting attorney	11,000	7,784	3,216	40,600	8,667	31,933
Transfers out	41,500	41,128	372	0	25,000	(25,000)
Total Disbursements	52,500	48,912	3,588	40,600	33,667	6,933
RECEIPTS OVER (UNDER) DISBURSEMENTS	(4,900)	(3,285)	1,615	(5,340)	64	5,404
CASH, JANUARY 1	5,850	5,850	0	5,786	5,786	0
CASH, DECEMBER 31	950	2,565	1,615	446	5,850	5,404
<u>SHERIFF FUND</u>						
RECEIPTS						
Charges for services	42,380	42,739	359	44,000	42,380	(1,620)
Interest	450	605	155	495	592	97
Total Receipts	42,830	43,344	514	44,495	42,972	(1,523)
DISBURSEMENTS						
Sheriff	50,000	32,208	17,792	49,500	35,463	14,037
Total Disbursements	50,000	32,208	17,792	49,500	35,463	14,037
RECEIPTS OVER (UNDER) DISBURSEMENTS	(7,170)	11,136	18,306	(5,005)	7,509	12,514
CASH, JANUARY 1	18,686	18,686	0	11,177	11,177	0
CASH, DECEMBER 31	11,516	29,822	18,306	6,172	18,686	12,514
<u>PEACE OFFICER STANDARDS TRAINING FUND</u>						
RECEIPTS						
Intergovernmenta	2,800	2,865	65	2,100	2,746	646
Interest	275	79	(196)	168	320	152
Other	0	0	0	0	225	225
Total Receipts	3,075	2,944	(131)	2,268	3,291	1,023
DISBURSEMENTS						
Training	7,000	6,450	550	4,500	2,375	2,125
Total Disbursements	7,000	6,450	550	4,500	2,375	2,125
RECEIPTS OVER (UNDER) DISBURSEMENTS	(3,925)	(3,506)	419	(2,232)	916	3,148
CASH, JANUARY 1	6,810	6,810	0	5,894	5,894	0
CASH, DECEMBER 31	2,885	3,304	419	3,662	6,810	3,148

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>LOCAL EMERGENCY PLANNING COMMISSION FUND</u>						
RECEIPTS						
Intergovernmental	12,028	12,431	403	16,244	18,328	2,084
Interest	700	319	(381)	860	1,051	191
Other	0	0	0	0	756	756
Total Receipts	12,728	12,750	22	17,104	20,135	3,031
DISBURSEMENTS						
Office Expenditures			0	8,900	8,873	27
Equipment			0	15,500	8,195	7,305
Training	16,300	18,020	(1,720)	2,600	4,947	(2,347)
Other			0	0	707	(707)
Transfers out			0	0	2,047	(2,047)
Total Disbursements	16,300	18,020	(1,720)	27,000	24,769	2,231
RECEIPTS OVER (UNDER) DISBURSEMENTS	(3,572)	(5,270)	(1,698)	(9,896)	(4,634)	5,262
CASH, JANUARY 1	13,218	13,218	0	17,852	17,852	0
CASH, DECEMBER 31	9,646	7,948	(1,698)	7,956	13,218	5,262
<u>SHELTER HOME FUND</u>						
RECEIPTS						
Charges for services	2,200	1,985	(215)	2,253	2,110	(143)
Interest	20	17	(3)	16	27	11
Total Receipts	2,220	2,002	(218)	2,269	2,137	(132)
DISBURSEMENTS						
Domestic violence shelte	2,500	2,214	286	1,559	1,559	0
Total Disbursements	2,500	2,214	286	1,559	1,559	0
RECEIPTS OVER (UNDER) DISBURSEMENTS	(280)	(212)	68	710	578	(132)
CASH, JANUARY 1	1,205	1,205	0	627	627	0
CASH, DECEMBER 31	925	993	68	1,337	1,205	(132)
<u>SPECIAL ROAD DISTRICT</u>						
RECEIPTS						
Property taxes	556,900	546,699	(10,201)	531,600	548,243	16,643
Sales taxes	1,543,264	1,554,227	10,963	1,540,773	1,545,271	4,498
Intergovernmental revenue:	1,086,862	1,107,761	20,899	1,125,886	1,089,668	(36,218)
Interest	0	0	0	0	45	45
Total Receipts	3,187,026	3,208,687	21,661	3,198,259	3,183,227	(15,032)
DISBURSEMENTS						
Distributions to special road district	3,113,987	3,151,248	(37,261)	3,126,270	3,126,883	(613)
Administrator	31,719	32,400	(681)	32,773	31,881	892
Tax increment financing	41,320	25,039	16,281	39,216	24,463	14,753
Total Disbursements	3,187,026	3,208,687	(21,661)	3,198,259	3,183,227	15,032
RECEIPTS OVER (UNDER) DISBURSEMENTS	0	0	0	0	0	0
CASH, JANUARY 1	0	0	0	0	0	0
CASH, DECEMBER 31	0	0	0	0	0	0

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>ASSOCIATE CIRCUIT DIVISION INTEREST FUND</u>						
RECEIPTS						
Interest	200	228	28	600	209	(391)
Total Receipts	200	228	28	600	209	(391)
DISBURSEMENTS						
Associate Circuit Division	1,000	126	874	3,000	892	2,108
Total Disbursements	1,000	126	874	3,000	892	2,108
RECEIPTS OVER (UNDER) DISBURSEMENTS	(800)	102	902	(2,400)	(683)	1,717
CASH, JANUARY 1	1,613	1,613	0	2,296	2,296	0
CASH, DECEMBER 31	813	1,715	902	(104)	1,613	1,717
<u>CIRCUIT CLERK INTEREST FUND</u>						
RECEIPTS						
Interest	7,500	6,166	(1,334)	8,000	11,070	3,070
Other			0	0	80	80
Total Receipts	7,500	6,166	(1,334)	8,000	11,150	3,150
DISBURSEMENTS						
Circuit Clerk	13,000	5,088	7,912	13,000	8,380	4,620
Total Disbursements	13,000	5,088	7,912	13,000	8,380	4,620
RECEIPTS OVER (UNDER) DISBURSEMENTS	(5,500)	1,078	6,578	(5,000)	2,770	7,770
CASH, JANUARY 1	8,851	8,851	0	6,081	6,081	0
CASH, DECEMBER 31	3,351	9,929	6,578	1,081	8,851	7,770
<u>DEVELOPMENTALLY DISABLED BOARD FUND</u>						
RECEIPTS						
Property taxes	213,739	213,364	(375)	192,767	206,952	14,185
Interest	10,000	15,433	5,433	10,000	13,110	3,110
Total Receipts	223,739	228,797	5,058	202,767	220,062	17,295
DISBURSEMENTS						
Office expenditures	2,500	190	2,310	2,500	165	2,335
Insurance and bonds	5,000	1,717	3,283	4,000	1,717	2,283
Developmentally disabled service	318,000	159,958	158,042	210,900	102,495	108,405
Total Disbursements	325,500	161,865	163,635	217,400	104,377	113,023
RECEIPTS OVER (UNDER) DISBURSEMENTS	(101,761)	66,932	168,693	(14,633)	115,685	130,318
CASH, JANUARY 1	522,071	522,071	0	406,386	406,386	0
CASH, DECEMBER 31	420,310	589,003	168,693	391,753	522,071	130,318

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>ELECTION FUND</u>						
RECEIPTS						
Charges for services	1,000	2,225	1,225	850	4,060	3,210
Other revenues	3,000	0	(3,000)	0	0	0
Interest	100	146	46	15	142	127
Total Receipts	4,100	2,371	(1,729)	865	4,202	3,337
DISBURSEMENTS						
Election Services	5,450	1,933	3,517	2,400	1,073	1,327
Total Disbursements	5,450	1,933	3,517	2,400	1,073	1,327
RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,350)	438	1,788	(1,535)	3,129	4,664
CASH, JANUARY 1	4,820	4,820	0	1,691	1,691	0
CASH, DECEMBER 31	3,470	5,258	1,788	156	4,820	4,664
<u>COMMUNITY DEVELOPMENT BLOCK GRANT FUND</u>						
RECEIPTS						
Intergovernmental revenue:	140,704	140,704	0	169,913	29,209	(140,704)
Total Receipts	140,704	140,704	0	169,913	29,209	(140,704)
DISBURSEMENTS						
Administration		0	0	7,126	9,637	(2,511)
Capital expenses	140,704	140,704	0	162,787	19,572	143,215
Total Disbursements	140,704	140,704	0	169,913	29,209	140,704
RECEIPTS OVER (UNDER) DISBURSEMENTS	0	0	0	0	0	0
CASH, JANUARY 1	0	0	0	0	0	0
CASH, DECEMBER 31	0	0	0	0	0	0
<u>LOCAL LAW ENFORCEMENT BLOCK GRANT</u>						
RECEIPTS						
Intergovernmental revenue:	25,842	25,842	0	18,446	5,918	(12,528)
Interest	196	198	2	0	36	36
Transfers in	2,871	1,392	(1,479)	1,108	1,072	(36)
Total Receipts	28,909	27,432	(1,477)	19,554	7,026	(12,528)
DISBURSEMENTS						
Local Law Enforcement grant expenditure:	14,813	0	14,813	19,554	7,026	12,528
Transfers out	14,096	14,096	0			
Total Disbursements	28,909	14,096	14,813	19,554	7,026	12,528
RECEIPTS OVER (UNDER) DISBURSEMENTS	0	13,336	13,336	0	0	0
CASH, JANUARY 1	0	0	0	0	0	0
CASH, DECEMBER 31	0	13,336	13,336	0	0	0

Exhibit B

BARRY COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - VARIOUS FUNDS

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>SHELL KNOB SENIOR PROJECT FUND</u>						
RECEIPTS						
Intergovernmental	0	540	540			
Bond proceeds				160,000	160,000	0
Interest	3,000	3,593	593	0	2,690	2,690
Total Receipts	3,000	4,133	1,133	160,000	162,690	2,690
DISBURSEMENTS						
Capital projects	149,170	150,303	(1,133)	160,000	16,520	143,480
Total Disbursements	149,170	150,303	(1,133)	160,000	16,520	143,480
RECEIPTS OVER (UNDER) DISBURSEMENTS	(146,170)	(146,170)	0	0	146,170	146,170
CASH, JANUARY 1	146,170	146,170	0	0	0	0
CASH, DECEMBER 31	0	0	0	0	146,170	146,170
<u>LAW LIBRARY</u>						
RECEIPTS						
Charges for services	5,500	7,151	1,651			
Interest	0	848	848			
Total Receipts	5,500	7,999	2,499			
DISBURSEMENTS						
Law Library	25,000	1,756	23,244			
Total Disbursements	25,000	1,756	23,244			
RECEIPTS OVER (UNDER) DISBURSEMENTS	(19,500)	6,243	25,743			
CASH, JANUARY 1	41,644	41,644	0			
CASH, DECEMBER 31	22,144	47,887	25,743			

The accompanying Notes to the Financial Statements are an integral part of this statement

Notes to the Financial Statements

BARRY COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Reporting Entity and Basis of Presentation

The accompanying special-purpose financial statements present the receipts, disbursements, and changes in cash of various funds of Barry County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county. The funds presented are established under statutory or administrative authority, and their operations are under the control of the County Commission, an elected county official, or the Developmentally Disabled Board. The General Revenue Fund is the county's general operating fund, accounting for all financial resources except those required to be accounted for in another fund. The other funds presented account for financial resources whose use is restricted for specified purposes.

B. Basis of Accounting

The financial statements are prepared on the cash basis of accounting; accordingly, amounts are recognized when received or disbursed in cash. This basis of accounting differs from accounting principles generally accepted in the United States of America. Those principles require revenues to be recognized when they become available and measurable or when they are earned and expenditures or expenses to be recognized when the related liabilities are incurred.

C. Budgets and Budgetary Practices

The County Commission and other applicable boards are responsible for the preparation and approval of budgets for various county funds in accordance with Sections 50.525 through 50.745, RSMo 2000, the county budget law. These budgets are adopted on the cash basis of accounting.

Although adoption of a formal budget is required by law, the county did not adopt a formal budgets for the Law Library Fund for the years ended December 31, 2001.

Warrants issued were in excess of budgeted amounts for the following funds:

<u>Fund</u>	<u>Years Ended December 31,</u>
Liberty Common Road District Fund	2001
Prosecuting Attorney Delinquent Tax Fund	2002
Local Emergency Planning Fund	2002
Special Road District Fund	2002
Shell Knob Senior Project Fund	2002

Section 50.740, RSMo 2000, prohibits expenditures in excess of the approved budgets.

Although Section 50.740, RSMo 2000, requires a balanced budget, a deficit balance was budgeted in the Associate Circuit Division Interest Fund for the years ended December 31, 2001.

D. Published Financial Statements

Under Sections 50.800 and 50.810, RSMo 2000, the County Commission is responsible for preparing and publishing in a local newspaper a detailed annual financial statement for the county. The financial statement is required to show receipts or revenues, disbursements or expenditures, and beginning and ending balances for each fund.

The county's published financial statements for the years ended December 31, 2001 and 2002, included all funds presented in the accompanying financial statements.

2. Cash

Section 110.270, RSMo 2000, based on Article IV, Section 15, Missouri Constitution, authorizes counties to place their funds, either outright or by repurchase agreement, in U.S. Treasury and agency obligations. In addition, Section 30.950, RSMo 2000, requires political subdivisions with authority to invest in instruments other than depositary accounts at financial institutions to adopt a written investment policy. Among other things, the policy is to commit a political subdivision to the principles of safety, liquidity, and yield (in that order) when managing public funds and to prohibit purchase of derivatives (either directly or through repurchase agreements), use of leveraging (through either reverse repurchase agreements or other methods), and use of public funds for speculation. The county has adopted such a policy.

In accordance with Statement No. 3 of the Governmental Accounting Standards Board, *Deposits with Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements*, disclosures are provided below regarding the risk of potential loss of cash deposits. For the purposes of these disclosures, deposits with financial

institutions are demand, time, and savings accounts, including certificates of deposit and negotiable order of withdrawal accounts, in banks, savings institutions, and credit unions.

The deposits of the County and the Developmentally Disabled Board at December 31, 2002 and 2001, were entirely covered by federal depository insurance or by collateral securities held by the custodial banks in the names of the County or the Developmentally Disabled Board.

Supplementary Schedule

Schedule

BARRY COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures	
			Year Ended December 31,	
			2002	2001
U. S. DEPARTMENT OF AGRICULTURE				
Direct Program:				
10.unknown	Cooperative Law/Cannabis Agreement	01-LE-1109-0521-290	\$ 0	8,226
Passed through state:				
Department of Social Services -				
10.550	Food Distribution	N/A	60	60
Department of Health -				
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	ERS045-3140W ERSO045-2104 ERS045-1104W	9,923 109,142 679	0 8,220 108,434
10.559	Summer Food Service Program for Children	ERS146-2104I	60	0
Office of Administration -				
10.665	Schools and Roads - Grants to States	N/A	30,470	63,292
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Passed through state:				
Department of Economic Development -				
14.228	Community Development Block Grants/State's Program	99-PF-02 00-PF-37	0 140,704	7,126 22,083
U.S. DEPARTMENT OF JUSTICE				
Passed through:				
State Department of Public Safety -				
16.579	Byrne Formula Grant Program	N/A	17,483	0
16.592	Local Law Enforcement Block Grants Program	01-LB-BX-4077 02-LB-BX-2615	12,528 13,314	5,918 0
Missouri Sheriffs' Association -				
16.unknown	Domestic Cannabis Eradication/Suppression Program	01-LE-11090522-090 02-LE-11090521-010	0 3,166	1,200 0
16.580	Edward Byrne Memorial - State & Local Law Enforcement Assistance Discretionary Grants Program	SD-2002-01	27,554	0

Schedule

BARRY COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures	
			Year Ended December 31,	
			2002	2001
U. S. DEPARTMENT OF TRANSPORTATION				
	Passed through state Highway and Transportation Commission:			
20.600	State and Community Highway Safety Bridge Inspections	N/A	980	0
20.703	SEMA - Hazardous Material Emergency Preparedness	N/A	3,081	5,461
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
	Passed through state:			
	Department of Health -			
93.197	Childhood Lead Poisoning Prevention Projects - State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	ERS146-1104L	0	26
93.241	State Rural Hospital Flexibility Program - Translation Services	DH020098001	12,000	0
93.268	Immunization Grants	N/A	109,486	78,494
		PGA064-2104A	12,300	0
	Department of Social Services -			
93.563	Child Support Enforcement	N/A	0	12,845
	Department of Health -			
93.575	Child Care and Development Block Grant	PGA067-2104S	2,320	0
		PGA067-1104C	0	2,500
		PGA067-2104C	1,440	0
		PGA067-1104S	0	3,265
93.994	Maternal and Child Health Services Block Grant to the States	ERS175-2005F	6,690	1,539
		ERS175-1104F	0	8,965
		ERS175-3004F	1,151	0
		ERS146-2104M	19,615	0
		ERS146-3104M	4,349	0
		ERS146-1104M	6,539	23,930
		N/A	292	130
		N/A		8,831
Total Expenditures of Federal Awards:			\$ 545,326	370,545

N/A - Not applicable

The accompanying Notes to the Supplementary Schedule are an integral part of this schedule.

Notes to the Supplementary Schedule

BARRY COUNTY, MISSOURI
NOTES TO THE SUPPLEMENTARY SCHEDULE

1. Summary of Significant Accounting Policies

A. Purpose of Schedule and Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the requirements of OMB Circular A-133. This circular requires a schedule that provides total federal awards expended for each federal program and the Catalog of Federal Domestic Assistance (CFDA) number or other identifying number when the CFDA information is not available.

The schedule includes all federal awards administered by Barry County, Missouri.

B. Basis of Presentation

OMB Circular A-133 includes these definitions, which govern the contents of the schedule:

Federal financial assistance means assistance that non-Federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals

Federal award means Federal financial assistance and Federal cost-reimbursement contracts that non-Federal entities receive directly from Federal awarding agencies or indirectly from pass-through entities. It does not include procurement contracts, under grants or contracts, used to buy goods or services from vendors.

Accordingly, the schedule includes expenditures of both cash and noncash awards.

C. Basis of Accounting

Except as noted below, the schedule is presented on the cash basis of accounting, which recognizes amounts only when disbursed in cash.

Of the amounts for Immunization Grants (CFDA number 93.268), \$109,486 and \$78,494 represent the original acquisition cost of vaccines purchased by the Centers for Disease Control of the U.S. Department of Health and Human Services but

distributed to the Health Center through the state Department of Health during the years ended December 31, 2002 and 2001. Of the amounts for the Maternal and Child Health Services Block Grant to the States (CFDA number 93.994), \$8,831 also represent the original acquisition cost of vaccines received by the Health Center through the state Department of Health during the years ended December 31, 2001. The remaining amounts for Immunization Grants, the Preventive Health and Health Services Block Grant, and the Maternal and Child Health Services Block Grant to the States represent cash disbursements.

2. Subrecipients

Of the federal expenditures presented in the schedule, the county provided \$140,704 and \$29,209 to subrecipients under the Community Development Block Grants/State's Program (CFDA number 14.228) during the year ended December 31, 2002 and 2001.

FEDERAL AWARDS -
SINGLE AUDIT SECTION

Independent Auditor's Report

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the County Commission
and
Officeholders of Barry County, Missouri

Compliance

We have audited the compliance of Barry County, Missouri, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the years ended December 31, 2002 and 2001. The county's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the county's management. Our responsibility is to express an opinion on the county's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the county's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the county's compliance with those requirements.

In our opinion, Barry County, Missouri, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the years ended December 31, 2002 and 2001.

Internal Control Over Compliance

The management of Barry County, Missouri, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the county's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the management of Barry County, Missouri; federal awarding agencies and pass-through entities; and other applicable government officials. However, this report is a matter of public record and its distribution is not limited.

Original Signed by Auditor

May 13, 2003

Schedule

BARRY COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION)
YEARS ENDED DECEMBER 31, 2002 AND 2001

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified? yes x no

Reportable conditions identified that are
not considered to be material weaknesses? yes x none reported

Noncompliance material to the financial statements
noted? yes x no

Federal Awards

Internal control over major programs:

Material weaknesses identified? yes x no

Reportable conditions identified that are
not considered to be material weaknesses? yes x none reported

Type of auditor's report issued on compliance for
major program(s): Unqualified

Any audit findings disclosed that are required to be
reported in accordance with Section .510(a) of OMB
Circular A-133? yes x no

Identification of major program(s):

CFDA or
Other Identifying
Number

Program Title

10.557	Special Supplemental Nutrition Program for Women, Infants and Children
14.228	Community Development Block Grant/State's Program
93.268	Immunization Grants

Dollar threshold used to distinguish between Type A and Type B programs:

\$300,000

Auditee qualified as a low-risk auditee?

_____ yes x no

Section II - Financial Statement Findings

This section includes no audit findings that *Government Auditing Standards* requires to be reported for an audit of financial statements.

Section III - Federal Award Findings and Questioned Costs

This section includes no audit findings that Section .510(a) of OMB Circular A-133 requires to be reported for an audit of federal awards.

Follow-Up on Prior Audit Findings for an
Audit of Financial Statements Performed in Accordance
With *Government Auditing Standards*

BARRY COUNTY, MISSOURI
FOLLOW-UP ON PRIOR AUDIT FINDINGS FOR AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS*

The prior audit report issued for the two years ended December 31, 2000, included no audit findings that *Government Auditing Standards* requires to be reported for an audit of financial statements.

Summary Schedule of Prior Audit Findings
in Accordance With OMB Circular A-133

BARRY COUNTY, MISSOURI
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
IN ACCORDANCE WITH OMB CIRCULAR A-133

Section .315 of OMB Circular A-133 requires the auditee to prepare a Summary Schedule of Prior Audit Findings to report the status of all findings that are relative to federal awards and included in the prior audit report's Schedule of Findings and Questioned Costs. The summary schedule also must include findings reported in the prior audit's Summary Schedule of Prior Audit Findings, except those listed as corrected, no longer valid, or not warranting further action.

Section .500(e) of OMB Circular A-133 requires the auditor to follow up on these prior audit findings; to perform procedures to assess the reasonableness of the Summary Schedule of Prior Audit Findings; and to report, as a current year finding, when the auditor concludes that the schedule materially misrepresents the status of any prior findings.

This section represents the Summary Schedule of Prior Audit Findings, which was prepared by the county's management.

00-1 Schedule of Expenditures of Federal Awards

Federal Grantor: U.S. Department of Agriculture
Pass-Through Grantor: State Department of Health
Federal CFDA Number: 10.557
Program Title: Special Supplemental Nutrition Program for Women, Infants and Children
Pass-Through Entity Identifying Number: ER0045-9104, ER0045-0104, ERS045-1104W
Award Year: 2000 and 1999
Questioned Costs: Not applicable

Federal Grantor: U.S. Department of Agriculture
Pass-Through Grantor: Office of Administration
Federal CFDA Number: 10.665
Program Title: Schools and Roads – Grants to States
Pass-through Entity Identifying Number: N/A
Award Year: 2000 and 1999
Questioned Costs: Not applicable

Federal Grantor: U.S. Department of Housing and Urban Development
Pass-through Grantor: Department of Economic Development
Federal CFDA Number: 14.228
Program Title: Community Development Block Grant/State's Program
Pass-Through Entity Identifying Number: 97-PF-02
Award Year: 2000 and 1999
Questioned Costs: Not applicable

Section .310(b) of Circular A-133 *Audits of State and Local Government, and Nonprofit Organizations*, requires the auditee to prepare a schedule of expenditures of federal awards (SEFA) for the period covered by the auditee's financial statements. However, the county did not have adequate procedures in place to track Federal awards for the preparation of the SEFA. For the years ended December 31, 2000 and 1999, the county's SEFA contained numerous errors and omissions. For example, expenditures related to several Federal grants were not included or were included at the wrong amounts.

It was recommended that the County Clerk prepare a complete and accurate schedule of expenditures of Federal awards.

Current Status:

Implemented. The County Clerk has prepared a more complete schedule of expenditures of Federal awards.